## TENNESSEE REGULATORY AUTHORITY

Ron Jones, Chairman Deborah Taylor Tate, Director Pat Miller, Director Sara Kyle, Director



460 James Robertson Parkway Nashville, Tennessee 37243-0505

le, Tennessee

August 8, 2005

Mr. Charles B. Welch, Jr. Farris Mathews Branan Bobango Hellen & Dunlap PLC 618 Church Street, Suite 300 Nashville, Tennessee 37219

RE: IRM Utility, Inc. Petition to Amend Certificate of Convenience and Necessity (Docket No. 05-00055)

Dear Mr. Welch:

Applicants for Certificates of Public Convenience and Necessity are required to demonstrate their managerial, financial and technical abilities to provide the services for which they seek authority. To assist the Authority in its review of IRM Utility, Inc.'s ("IRM") amendment to its Certificate of Convenience and Necessity to provide wastewa utility services to the portion of Sevier County, Tennessee known as Sterling Springs Subdivision ("Sterling Springs"), you are requested to respond to the following:

- 1. Please clarify the estimated amount of contributed capital to IRM once the system is transferred to IRM. The most recent Data Response, dated 7/22/2005 states that it will b Two Hundred Twenty Five Thousand Dollars (\$300,000). Will it be \$225,000 or \$300,000?
- 2. Please provide an update as to the status of the TDEC permit.
- 3. The Data Response filed June 30, 2005 indicated that supplemental information woul be filed at a later date for questions 2 and 11. Please provide the supplemental informati or the date you expect to file it.
- 4. Please provide supplemental information to the pre-filed testimony stating the public need and that no other wastewater system is available at Sterling Springs Subdivision.
- 5. The Data Response filed on June 30, 2005 states that there will be eight (8) full time residences, eight (8) vacation type residences and twenty four (24) on local rental programs. Please state which tariff rate schedule will apply to each of these three (3) tyr of dwellings. If any of these dwellings fall under a commercial tariff, explain why.
- 6. Please provide the commercial tariff that is referred to in the footnote of Exhibit 1 to 1 Data Response dated July 22, 2005.
- 7. Please define "high capacity bedrooms". Explain why a commercial rate would be applicable as referred to in the footnote of Exhibit 1 to the Data Response dated July 22, 2005.

8. Please list all qualifications a residential customer has to meet in order to get resident service.

It is requested that this information be provided no later than 12:00 Noon on Wednesday August 10, 2005 and that you reference Docket No. 05-00055 on the response. In accordance with TRA rules, submit either (1) thirteen (13) written copies of your respon or (2) four (4) written copies and an electronic version.

Should you have any questions regarding this request, please contact Patsy Fulton at 615 741-2904 ext. 193.

Sincerely,

Lalu Standley Darlene Standley, Chief

Utilities Division C: Docket File